

Economic Overview And Outlook: Arizona

JOBS

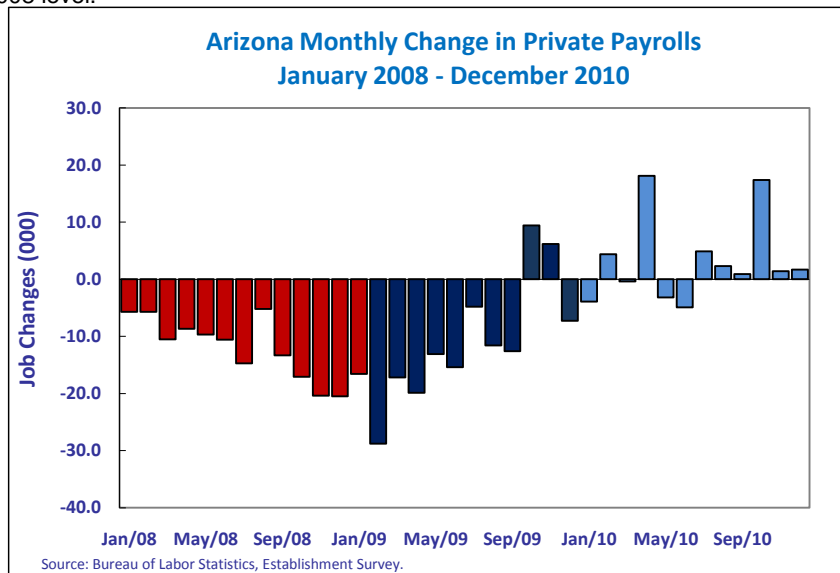
- Nationwide, the private sector gained jobs in each month of 2010.
- The President's Council of Economic Advisers estimates that investments made through the Recovery Act have boosted employment in Arizona by 66,000 jobs through the 3rd quarter of 2010.
- In Arizona, private sector employment fell by 12.2 percent from December 2007 to December 2009. In 2010, private sector employment grew by 2.0 percent.
- In Arizona, employees in the construction, mining, and professional and business services sectors faced the largest job losses (as a percent of employment within an industry) over the recession. In 2010, the following sectors in Arizona experienced the greatest employment increases: mining; education and health services; and professional and business services.*
- As the economy recovers from the Great Recession, service-providing industries are projected to add the most jobs between 2008 and 2018, with the largest gains in professional and business services, education, health care and social assistance, and State and local government. Within the goods-producing sector of the economy, only the construction industry is projected to add jobs above its 2008 level.

EMPLOYMENT

- The unemployment rate in Arizona was 9.4 percent in December 2010, up 5.1 percentage points from December 2007, but down from its most recent peak of 9.7 percent reached in September 2010.
- 297,000 Arizona residents were counted among the unemployed in Arizona during December 2010.

EARNINGS

- Between the start of the recession in the 4th quarter of 2007 and the 3rd quarter of 2009, inflation-adjusted total personal income in the United States declined 2.2 percent. Most recently, in the 3rd quarter of 2010, total personal income remained 0.2 percent below the 4th quarter 2007 peak.
- Real per capita personal income (in 2005 \$) in Arizona was \$30,218.50 in the 3rd quarter of 2010, down from \$31,197.00 in the 3rd quarter of 2008.



HOUSING

- National home prices, including distressed sales, saw a decrease of 5.1 percent in November 2010 from November 2009 compared to a 3.4 percent decrease in October. In Arizona, home prices saw a decrease of 10.4 percent in November 2010 from November 2009 following October's year over year decrease of 7.1 percent.
- The median price of single-family homes in Arizona was \$147,669 in the second quarter of 2010, compared to \$180,176 nationwide.
- As of the 3rd quarter of 2010, 5.2 percent of all mortgages, including 14.5 percent of subprime mortgages, were in foreclosure in Arizona.
- Housing starts in Arizona totaled 8,790 units (seasonally adjusted annual rate) in November 2010, a decrease of 4.9 percent from October.
- Within the West census region, which includes Arizona, sales of new single-family homes totaled 70,000 units in November 2010, an increase of 37.3 percent from October. Sales of existing single-family homes increased 13.1 percent to 1,210,000 units (at seasonally adjusted annual rates) from November to December 2010.

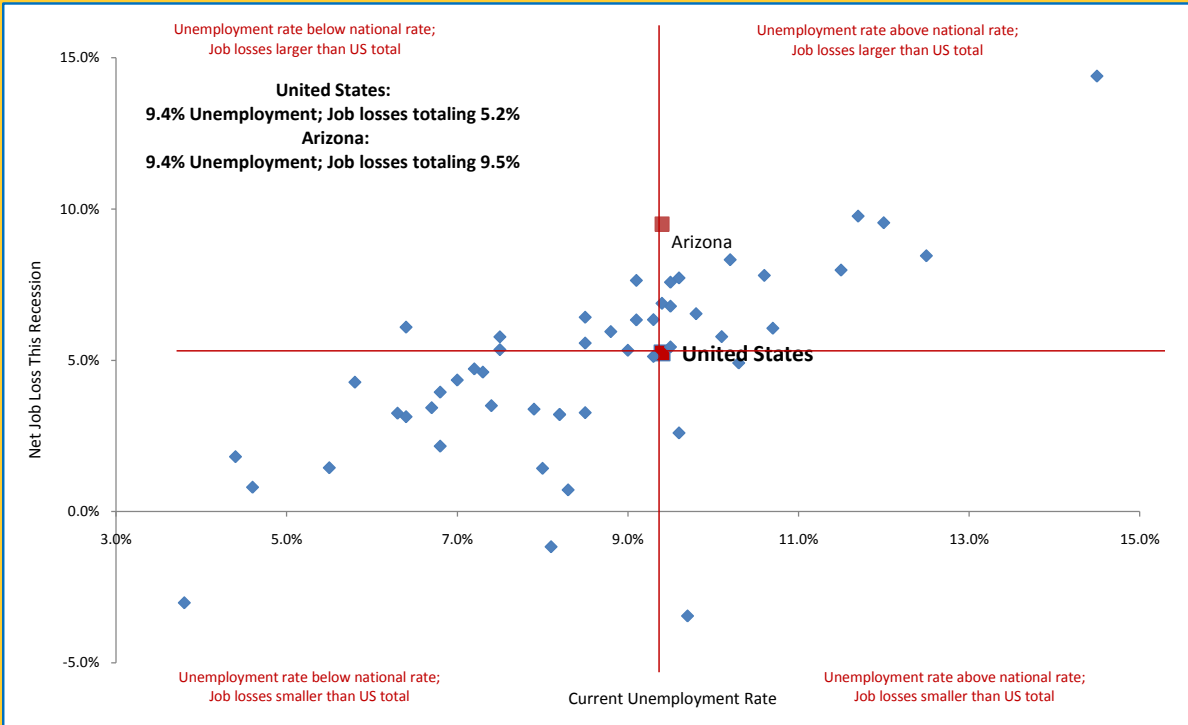
* For Arizona-specific labor sector statistics, please refer to the Arizona office: <http://www.workforce.az.gov/>

How Does Arizona Compare To Other States?

Workers across the country have been hard hit by the Great Recession. This chart allows you to compare Arizona to other states using two metrics.

The current unemployment rate (measured along the horizontal axis) serves as a gauge of current labor market conditions faced by residents, while the proportion of jobs lost within Arizona over the course of the recession (shown along the vertical axis) measures the toll the recession has taken on the job supply in Arizona.

States falling in the upper right quadrant have lost a disproportionate share of jobs, relative to the total United States, and have unemployment rates higher than the national unemployment rate. States falling in the lower left quadrant have both lower unemployment rates and lower job losses (or even gains) than the national average.



STATE QUICK FACTS

		Arizona	United States
Unemployment Rates	December 2008	7.6%	7.3%
	December 2009	9.2%	9.9%
	December 2010	9.4%	9.4%
Percent of Population Who Are Veterans	2009	7.6%	7.1%
Veterans' Unemployment Rate	2009	8.3%	8.9%
Median Household Income	2007	\$ 48,843	\$ 51,965
	(2009 \$) 2009	\$ 45,739	\$ 49,777
Poverty Rate	2007	14.3%	12.5%
	2009	21.2%	14.3%
No Health Insurance	2007	18.3%	15.3%
	2009	19.6%	16.7%